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REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

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THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF EASTERN AFRICA REGIONAL TRANSPORT, TRADE AND DEVELOPMENT FACILITATION PROJECT CREDIT NO.5638KE (IDA)

FOR THE YEAR ENDED 30 JUNE 2016

KENYA NATIONAL HIGHWAYS AUTHORITY

MINISTRY OF TRANSPORT, INFRASTRUCTURE, HOUSING & URBAN DEVELOPMENT

Kenya National Highways Authority

Quality Highways, Better Connections

PROJECT NAME: EASTERN AFRICA REGIONAL TRANSPORT, TRADE & DEVELOPMENT FACILITATION PROJECT (SECOND PHASE PROGRAM)

IMPLEMENTING ENTITY: KENYA NATIONAL HIGHWAYS AUTHORITY

PROJECT CREDIT NUMBER: LOAN ID 5638-KE
PROJECT NO P-148853

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2016

PROJECT NAME: EASTERN AFRICA REGIONAL TRANSPORT, TRADE & DEVELOPMENT FACILITATION PROJECT (SECOND PHASE PROGRAM)

Reports and Financial Statements

For the financial year ended June 30, 2016

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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: Eastern Africa Regional Transport, Trade & Development Facilitation Projection (Second Phase Program)

Objective:

The objective of the Project is to improve the movement of goods and people along Lokichar to Nadapal Nakodok part of the Eldoret-Nadapal road in the north western part ofKenya, in particular and to enhance connectivity between Kenya and South Sudan, in general.

The pastoralist communities, farmers and businesses along the corridor will benefit from:

- Employment creation from pastoralist roadside markets.
- Reduction of poverty
- Road user savings in maintenance costs and travel time
- Improvement of safety in travel and improvement of emergency response in the transit corridor including Eldoret-Nadapal-Nakodok which is prone to road accidents and injuries.
- The provision of fiber optic cable will improve internet access for economic development activities in the region.
- Provision of One Stop Border Post (OSBP) and trade facilitation is expected to reduce delay at the borders, reduce trading costs between Kenya and Sudan and enhance business opportunities.

Address: Blue Shield Tower,
Hospital Road Upper Hill
Nairobi Kenya

Contacts:

Director General
Kenya National Highways Authority
Po Box 49712-00100
Nairobi
Telephone: (254) 020 495000
E-mail: dg@Kenha.co.ke
Website: www.kenha.co.ke

1.2 Project Information

Project Start Date:	20th July 2015
Project End Date:	31st December 2021
Project Engineer	Eng. Kefa Seda & Eng. John Ndinika
Project Sponsor:	International Development Agency(IDA)

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Transport, Infrastructure, Housing & Urban Development
Project number	P-148853
Strategic goals of the project	The objective of the Project is to improve the movement of goods and people along the Lokichar Nadapal/Nakodok part of the Eldoret-Nadapal/Nakodok road in the north western part of Kenya, in particular, and to enhance connectivity between Kenya and South Sudan, in general:
Projects Components & Description	The Projects have the following components i) Component 1: Upgrading Selected Critical Road Infrastructure a) Upgrading of approximately 80 km of the Lokitaung junction - Kalobeiyei River section of the Eldoret-Nadapai/Nakodok road and (ii) related supervision costs. b) Upgrading of approximately 80 km of the Lokitaungjunction-Lodwar section of the Eldoret-Nadapal/Nakodok road; and (ii) related supervisioncosts. c) Upgrading of approximately 50 km of the Lodwar – Loichangamatak section of the Eldoret-Nadapai/Nakodok road; and (ii) related supervisioncosts. d) Construction of a bridge at Kainuk on Muruni River; and (ii) relatedsupervision costs. e) Upgrading of approximately 40 km of the Loichangamatak - Lokicharsection of the Eldoret-Nadapai/Nakodok road; and related supervisioncosts. f) Implementing the Resettlement Action Plans (RAPs) along the EldoretNadapal/Nakodok road. ii) Component 2: Facilitation of Regional Transport, Trade and iii) Development Component 3: Institutional Development and Program Management iv) Component 4: Enhancing Internet Connectivity

Other important background information of the project Costing and Financing USD

Project Component	**Project Cost(USD)**	**IDA Financing(USD)**	**% Financing(USD)**
Upgrading Critical Road Infrastructure	594	426	72
Facilitation of Regional Transport, Trade and Development	31	27	87
Institutional Development and Program Management	3.5	3.5	100
Total	**628.5**	**456.5**	**73**

1.4 Bankers National Bank of Kenya Ltd
Hill Branch
Po Box 72866-00200
Nairobi

1.5 Auditors Auditor General
Office Auditor General
P.o Box 30084-0100
Nairobi

1.6 Roles and Responsibilities

Names	**Title designation**	**Key qualification**	**Responsibilities**
Eng. David.A.Muchilwa	General Manager Special Project	Qualified	Oversight
Eng. John Ndinika	Manager,Special Project	Qualified	Team Coordinator & Construction Specialist
Eng Kefa Seda	Manager,Special Project	Qualified	Team Coordinator & Construction Specialist
Eng Julia Ondeyo	Ag.Manager,Special Project	Qualified	Monitoring & Evaluation Specialist

Mr Isaac Kamotho	Senior Accountant	Qualified	Financial Specialist
Mr Walter Nyatwanga	Manager, Environment	Qualified	Safeguards Specialist
Mr R Kilel	Senior Procurement Officer	Qualified	Procurement Specialist

1.7 Funding summary

The Project duration is from 20th July 2015 to 31st December 2021 with an approved budget of USD 456,551,724 (XDR 331,000,000) equivalent to Kshs 46,158,383,724 as highlighted in the table below:

Source of funds	**Donor Commitment**		**Amount received to date (30/06/2016)**		**Undrawn balance to date (30/06 /2016)**	
	USD	*Kshs*	*USD*	*Kshs*	*USD*	*Kshs*
	(A)	*(A')*	*(B)*	(B')	*(A)-(B)*	*(A')-(B')*
(i) Grant						
(ii)Loan	456,551,724	46,158,383,724	-	-	456,551,724	46,158,383,724
(iii)Counterpart funds						
Government of Kenya(GOK)	172,000,000	17,389,578,400	1,182,522	119,555,543	170,817,478	17,270,022,857
Total	**628,551,724**	**63,547,962,124**	**1,182,522**	**119,555,543**	**627,369,202**	**63,428,406,581**

1.8 Summary of Overall Project Performance:

Budget performance against actual amounts for current year and for cumulative to-date

Current Year			**Cumulative To Date**		
Budget 2015/2016	**Actual 2015/2016**	**Performance %**	**Budget 2015/2016**	**Actual 2015/2016**	**Performance %**
1,220,000,000	29,555,543	2.42%	1,220,000,000	29,555,543	2.42%

No.	Subcomponent	Status
A	**WORKS**	
1	Upgrading of Kalobeiyei River — Nadapal (88 km) road section	• Bids invited on 23rd November 2015 with a bid submission deadline of 24th February, 2016. • Bid Evaluation Report awaiting bank Clearance.
2	Upgrading of Lokitaung Junction to Kalobeiyei River (80 km) road section	
3	Upgrading of Lokitaung Junction to Lodwar (80 km) road section	
4	Replacement of Kainuk Bridge	• Bids invited on 23rd November 2015 with a bid submission deadline of 23rd February, 2016 Received Bid Evaluation Report No objection Tabled at TC for award
5	Upgrading of Lodwar- to Loichangamatak (50 km) road section	• Bids invited on 28th December, 2015 with a bid submission deadline of 23rd March, 2016
B	**SERVICES**	
1	Construction supervision of Kalobeiyei River to Nadapal (88 km) road section	1. Proposals under evaluation 2. Proposals to be submitted 16th August 2016 3. Proposals to be submitted 21st september 2016. 4. Proposals under evaluation
2	Construction supervision of Lokitaung Junction to Kalobeiyei River (80 km) road section	
3	Construction supervision of Lokitaung Junction to Lodwar (80 km) road section	
4	Construction supervision of Lodwar-Loichangamatak (50 km) road section	
5	Construction supervision of Kainuk Bridge	• Proposals issued, to be submitted 21st September 2016.
6	Design and construction of pastoralist roadside markets	• Draft Terms of reference prepared, under review by the World Bank.

1.9 Summary of Project Compliance:
There is no significant case of non-compliance with applicable laws and regulations and essential external financing agreements /covenants was reported during the year

2. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Director General,KeNHA and the Project Implementation Team Leader for Eastern Africa Regional, Transport, Trade & Development Facilitation Project are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2016. This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Project; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

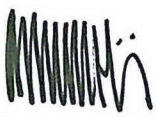
The Director General,KeNHA and the Project Implementation Team Leader for Eastern Africa Regional, Transport, Trade & Development Facilitation Project accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Director General,KeNHA and the Project Implementation Team Leader for Eastern Africa Regional, Transport, Trade & Development Facilitation Project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2016, and of the Project's financial position as at that date. The Director General,KeNHA and the Project Implementation Team Leader for Eastern Africa Regional, Transport, Trade & Development Facilitation Project further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The Director General,KeNHA and the Project Implementation Team Leader for Eastern Africa Regional, Transport, Trade & Development Facilitation Project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project financial statements

The Project financial statements were approved by the Director General,KeNHA and the Project Implementation Team Leader for Eastern Africa Regional, Transport, Trade & Development Facilitation Project on 26th August, 2016 and signed by them.



Eng. Peter M.Mundinia
Director General, KeNHA

Eng. David A. Muchilwa
General Manager (Special Project)

REPUBLIC OF KENYA

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NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR GENERAL ON EASTERN AFRICA REGIONAL TRANSPORT, TRADE AND DEVELOPMENT FACILITATION PROJECT CREDIT NO. 5638KE (IDA) FOR THE YEAR ENDED 30 JUNE 2016 - KENYA NATIONAL HIGHWAYS AUTHORITY

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Eastern Africa Regional Trade and Development Facilitation Project set out on pages 1 to 8, which comprise the statement of assets and liabilities as at 30 June 2016, and the statement of receipts and payments, statement of cash flows, statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya, Section 35 of the Public Audit Act, 2015 and the Financing Agreement dated 20 July 2015 between International Development Association (IDA) and the Republic of Kenya. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The management is also responsible for the submission of its financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

Auditor General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions. Those standards require compliance with ethical requirements and that the audit be planned and performed with a view to obtaining reasonable assurance that the financial statement are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe the audit obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of Eastern Africa Regional Transport, Trade and Development Facilitation Project as at 30 June 2016, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Loan Agreement.

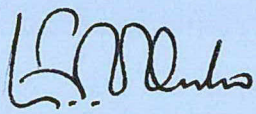
REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the International Development Association, I report based on my audit, that:

i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit; and,

ii. In my opinion, proper books of account have been kept by the Project, so far as appears from my examination of those books; and,

iii. The Project's statement of financial position is in agreement with the books of account.



FCPA Edward R.O. Ouko CBS
AUDITOR-GENERAL

Nairobi

29 December 2016

4. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE PERIOD ENDED 30TH JUNE 2016

	Note	2015/2016 Kshs	2014/2015 Kshs	Cumulative to date Kshs
RECEIPTS				
Transfer from Government entities	8.2	119,555,543	-	119,555,543
Miscellaneous Receipts	8.3	6,225,092	-	6,225,092
Total receipts		**125,780,635**	**-**	**125,780,635**
PAYMENTS				
Purchase of goods and services	8.4	29,555,543	-	29,555,543
TOTAL PAYMENTS		**29,555,543**	**-**	**29,555,543**
SURPLUS/DEFICIT FOR THE YEAR		**96,225,092**	**-**	**96,225,092**

The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements

Eng. Peter M.Mundinia
Director General, KeNHA
26th August, 2016
Date

Eng. David A. Muchilwa
General Manager (Special Project)
26th August, 2016
Date

5. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30TH JUNE 2016

	Note	2015/2016 Kshs	2014/2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	8.5	96,225,092	-
TOTAL FINANCIAL ASSETS		**96,225,092**	-
REPRESENTE BY:			
Cash and cash equivalents b/fwd	8.5A	-	-
Surplus/Deficit for the year		96,225,092	-
NET FINANCIAL POSITION		**96,225,092**	-

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 26th August 2016 and signed by:

Eng. Peter M.Mundinia
Director General, KeNHA

26th August, 2016
Date

Eng. David A. Muchilwa
General Manager (Special Project)

26th August, 2016
Date

6 STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2016

Receipts for operating income	**2015/2016**	**2014/2015**
Transfer from Government entities	119,555,543	-
Payments for operating expenses		
Purchase of goods and services	(29,555,543)	-
Miscellaneous Payments	-	-
Miscellaneous Receipts	6,225,092	-
Net cash flow from operating activities	**96,225,092**	-
CASHFLOW FROM INVESTING ACTIVITIES		
Acquisition of Assets	-	-
Net cash flows from Investing Activities	-	-
CASHFLOW FROM BORROWING ACTIVITIES		
Proceeds from Foreign/Local Borrowings	-	-
Net cash flow from financing activities	-	-
NET INCREASE IN CASH AND CASH EQUIVALENT	**96,225,092**	-
Cash and cash equivalent at BEGINNING of the year	-	-
Cash and cash equivalent at END of the year	**96,225,092**	-

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 26th August, 2016 and signed by:

Eng. Peter M.Mundinia
Director General, KeNHA

Eng. David A. Muchilwa
General Manager (Special Project)

7 STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Variance	% of Variance
	a	b	c=a+b	d	e=d-c	f=e/c %
Receipts						
Transfer from Government entities	70,000,000	50,000,000	120,000,000	119,555,543	444,457	0.4%
Proceeds from borrowings	1,100,000,000	(50,000,000)	1,050,000,000		1,050,000,000	100.00%
Miscellaneous Receipts		-	-	6,225,092	(6,225,092)	0.00%
Total Receipts	**1,170,000,000**	-	**1,170,000,000**	**125,780,635**	**1,044,219,365**	**89.25%**
Payments						
Purchase of goods and services	29,769,910	-	29,769,910	29,555,543	-	0.00%
Research, studies, project preparation, design & supervision	1,140,230,090	-	1,140,230,090	-	1,044,219,365	91.56%
Total Payments	**1,170,000,000**	-	**1,170,000,000**	**29,555,543**	**1,044,219,365**	**89.23%**

Note: The significant budget utilisation/performance differences in the last column are explained in **Annex 1** to these financial statements.

Eng. Peter M.Mundinia
Director General, KeNHA

26th August, 2016
Date

Eng. David A. Muchilwa
General Manager (Special Project)

26th August, 2016
Date

8 NOTES TO THE FINANCIAL STATEMENTS

The principal accounting policies adopted in the preparation of these financial statements are set out below:

8.1 Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the Project and all values are rounded to the nearest one Shilling. The accounting policies adopted have been consistently applied to all of the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid out by the Project.

i. Recognition of revenue and expenses

The Project recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the Project. In addition, the Project recognises all expenses when the event occurs and the related cash has actually been paid out by the Project.

ii. In-kind donations

In-kind donations are contributions made to the Project in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value of in-kind donations can be reliably determined, the Project includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the donation is not recorded.

iii. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which had not been surrendered or accounted for at the end of the financial year

SIGNIFICANT ACCOUNTING POLICIES (Continued)

iv. **Pending bills**

Pending bills consist of unpaid liabilities at the end of the financial year/period arising from contracted goods or services during the year/period or in past years/periods. As pending bills do not involve the payment of cash in the reporting period, they are simply disclosed as an Annex to the financial statements. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

v. **Budget**

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The Project's budget was approved as required by Law and National Treasury Regulations, as well as by the participating development partners, as detailed in the Government of Kenya Budget Printed Estimates for the year. A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

vi. **Exchange rate differences**

The accounting records are maintained in the functional currency of the primary economic environment in which the Project operates, Kenya Shillings. Transactions in foreign currencies during the year/period are converted into the functional currency using the exchange rates prevailing at the dates of the transactions. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statements of receipts and payments.

vii. **Comparative figures**

Where necessary comparative figures for the previous financial year/period have been amended or reconfigured to conform to the required changes in financial statement presentation.

viii. **Subsequent events**

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2016.

8.2 RECEIPTS FROM GOVERNMENT OF KENYA

These represent counterpart funding and other receipts from government as follows:

	2015/16 Kshs	2014/15 Kshs	Cumulative to-date
Quarter 1	6,561,041	-	6,651,041
Quarter 2	99,857,147	-	99,857,147
Quarter 3	7,727,689	-	7,727,689
Quarter 4	5,409,666		5,409,666
	119,555,543	-	**119,555,543**

8.3 MISCELLANEOUS RECEIPTS

	2015/2016 Kshs	2014/2015 Kshs	Cumulative to-date
Bank Interest	6,225,092	-	6,225,092
Total	**6,225,092**	-	**6,225,092**

8.4 PURCHASE OF GOODS AND SERVICES

	2015/2016 Kshs	2014/2015 Kshs	Cumulative
Domestic travel and subsistence	29,555,543	-	29,555,543
	29,555,543	-	29,555,543

8.5 CASH AND CASH EQUIVALENTS C/FWD

	2015/2016 Kshs	2014/2015 Kshs
Bank accounts (Note 8.5A)	96,225,092	-
	96,225,092	-

8.5A BANK ACCOUNTS

	2015/2016 Kshs	2014/2015 Kshs
Local Currency Accounts		
Accounts Opening Amount	90,000,000	-
Deficit/Surplus	6,225,092	-
National Bank of KenyaLtd [A/c No.01001032662501]	**96,225,092**	-

9 PROGRESSES ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
N/A	N/A	N/A	N/A	N/A	N/A

Eng. Peter M.Mundinia
Director General, KeNHA

26th August, 2016
Date

Eng. David A. Muchilwa
General Manager (Special Project)

26th August, 2016
Date

ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

	Final Budget	Actual on Comparable Basis	Budget Utilisation Variance	% of Utilisation Variance to Final Budget	Comments on Variance
	a	b	c=a-b	d=c/a %	
RECEIPTS DURING THE YEAR/PERIOD					
Government of Kenya	120,000,000	119,555,543	444,457	0.37%	
External financing	1,100,000,000	-	1,100,000,000	100.00%	Contractor Procurement in process
Miscellaneous receipts	-	6,225,092	(6,225,092)		
Total receipts	**1,220,000,000**	**125,780,635**	**1,094,219,365**		
PAYMENTS DURING THE YEAR/PERIOD					
Purchase of Goods and Services	29,555,543	29,555,543		0.00%	
Research, studies, project preparation, design & supervision	1,190,444,457		1,190,444,457	100.00%	
Total payments	**1,220,000,000**	**29,555,543**	**1,190,444,457**	**100.00%**	

ANNEX 2A - ANALYSIS OF PENDING BILLS

	Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance
					2016	2015
		a	b	c	d=a-c	
	Total				-	-

NONE